



Hidden Valley Overview

January 2008



Hidden Valley
A Mine to be Proud of



PRIVATE SECURITIES LITIGATION REFORM ACT SAFE HARBOR STATEMENT

This presentation contains "forward-looking statements" within the meaning of Section 27A of the Securities Act of 1933, as amended, and 21E of the Securities Exchange Act of 1934, as amended, that are intended to be covered by the safe harbour created by such sections. All statements other than those of historical facts included in this presentation are forward-looking statements including, without limitation, (i) estimates of future earnings, and the sensitivity of earnings to the gold and other metals prices; (ii) estimates of future gold and other metals production and sales, (iii) estimates of future cash costs; (iv) estimates of future cash flows, and the sensitivity of cash flows to the gold and other metals prices; (v) statements regarding future debt repayments; (vi) estimates of future capital expenditures; (vii) estimates of reserves, and statements regarding future exploration results and the replacement of reserves; and (viii) statements regarding modifications to the Company's hedge position. Where the Company expresses or implies an expectation or belief as to future events or results, such expectation or belief is expressed in good faith and believed to have a reasonable basis. However, forward-looking statements are subject to risks, uncertainties and other factors, which could cause actual results to differ materially from future results expressed, projected or implied by such forward-looking statements. Such risks include, but are not limited to, gold and other metals price volatility, currency fluctuations, increased production costs and variances in ore grade or recovery rates from those assumed in mining plans, as well as political and operational risks in the countries in which we operate and governmental regulation and judicial outcomes. For a more detailed discussion of such risks and other factors, see the Company's Annual Report on Form 20-F for the year ended June 30, 2007, which is on file with the Securities and Exchange Commission, as well as the Company's other SEC filings. The Company does not undertake any obligation to release publicly any revisions to any "forward-looking statement" to reflect events or circumstances after the date of this presentation, or to reflect the occurrence of unanticipated events, except as may be required under applicable securities laws.



Vision

Hidden Valley

Imaginative and passionate people setting new standards in the safe and profitable production of gold.

Our partnerships with the community will leave a legacy to be proud of.



Mission

Our mission is to develop a mine that sets new standards in PNG and provides a solid foundation for the future growth of Harmony and our people.

Our imaginative, committed and passionate people consistently seek out innovative solutions to unlock the value of our assets.

On production, safety and financial returns, we will deliver.

By 2012 the following objectives will be realised:

- Be the safest mine in PNG
- Have significantly increased the value of the Hidden Valley Asset
- Delivered the project on a schedule
- Be the lowest cost producer in PNG - recognised as a quality asset
- Have delivered stakeholder outcomes to enhance our reputation

Our Vision:

Be the safest mine in PNG

Our Strategy:

- Risk Registers
- Safety Management Plan
- Supervisor engagement
- Safety Culture
- Emergency Response
- Medical Capability

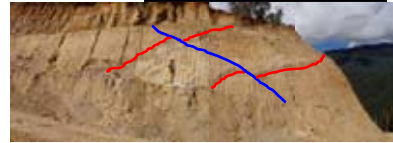
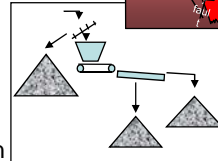
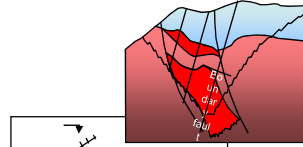


Our Vision:

Improve the value of the Asset,

Our Strategy:

- **Increase Reserves**
 - Exploration / mine design / satellite deposits
- **Increase Production**
 - expansion / selective mining / pre-concentration
- **Capital projects (cost & production)**
- **Change of Scope to Reduce Capital**



Our Vision:

Assist in delivering the project on schedule (March 2009)

Our Strategy:

- Mining Fleet commissioning & performance
- Attract, retain & train pre-strip manpower
- Assist project team with infrastructure
- Optimise mine design / pre-strip schedule
- Interaction between projects & operations



Our Vision:

Assist in delivering the project with cash costs that meets Harmony's expectations

Our Strategy:

- Tender high cost materials and services
- Develop supply alternatives (eg: lime)
- Systems for cost control
- Operating cost reduction initiatives
- Trade off studies (Capital vs. Op costs)



Our Vision:

Deliver outcomes to Stakeholders ensuring schedule, financial returns, enhanced reputation

Our Strategy:

- Effective community support programs
- Asset protection based on community support
- Environmental Management
- Sustainable business development plan
- Training, localisation and employment



HV Operations Progress

- Hamata resource drilling complete
- Aptitude Testing with simulator
- Open Pit Department Established
- Mining Fleets 1 & 2 commissioned
- Kaveroi resource drilling ongoing
- South Dump commissioned
- Pre-stripping commenced



- Nightshift operations commenced
- Safety & ER capability established
- Environmental construction monitoring
- Site services capability
- Mining fleet 3 erection started
- First Ore mined at Hamata

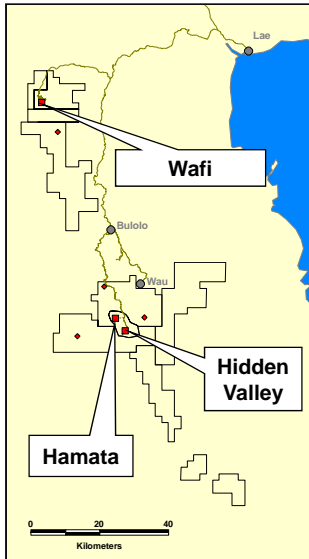
Key statistics

Reserves

	M Tonnes	g/t	K ozs
Au Reserve	44.7	2.0	2,872
Ag Reserve	38.1	34	41,759
Au Resource	94.1	1.9	5,682
Ag Resource	84.7	32.9	89,590

Project Summary

		Planning Base Case
Mine Life	Years	13
Ore Tonnes	M Tonnes	55
Au Grade	g/t Au	2.06
Ag Grade	g/t Ag	30.76
Au Recovered	Ounces (000's)	3,382**
Ag Recovered	Ounces (000's)	48,869**
Project Capital	A\$M	489
Cash Cost*	US\$/oz	246



* Includes royalties and credits. ** Assumes Kaveroi drilling conversion of 800,000 resource oz to reserves



HARMONY

Hidden Valley Project

Key Statistics - Production

HIDDEN VALLEY PLANNING BASE CASE

	Units	Total/Avg	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Ore Production																	
Ore Milled	Mt	55	-	2.63	4.20	4.20	4.20	4.20	4.20	4.20	4.20	4.20	4.20	4.20	4.20	4.20	1.85
Au Grade	g/t	2.08	-	2.64	2.55	2.40	2.05	2.12	2.12	1.77	2.05	2.05	2.05	1.95	1.95	1.70	1.70
Ag Grade	g/t	31.64	-	24.34	29.29	29.13	33.93	38.64	40.41	32.88	30.61	30.61	30.61	30.61	30.61	30.61	30.61
Au Recovery	%	92%	0%	89%	93%	93%	93%	93%	93%	93%	93%	93%	88%	92%	92%	92%	92%
Ag Recovery	%	87%	0%	80%	88%	88%	87%	88%	88%	88%	88%	88%	83%	87%	87%	87%	87%
Metal Produced																	
Gold Produced	Koz	3,382	-	198	321	302	258	266	266	222	257	257	244	243	243	212	93
Silver Produced	Koz	48,969	-	1,652	3,484	3,449	3,986	4,592	4,802	3,907	3,637	3,637	3,430	3,603	3,603	3,603	1,585

(Financial Planning Base Case - Life of Project)

Assumes Kaveroi drilling conversion of 800,000 resource oz. to reserves



HARMONY

Hidden Valley Project

Key Statistics – (Financial Planning Base Case - Life of Project)

- Project revenue A\$ 3.65 Billion*
- Operating costs A\$ 1.54 Billion
- Royalties A\$ 73 Million
- Taxes A\$ 352 Million
- Sustainable Capital & Tailings A\$ 208 Million

** Assumes Gold US\$ 700/Oz, Silver US\$ 8/Oz*

**Key Statistics – Financial (continued)**

- Cash operating cost (Excl. Silver Credits) U\$ 362 /oz
- Cash operating cost (Incl. Silver Credits) U\$ 246 /oz

- **Cost per Tonne (Life of Project Average)**
 - Mining A\$ 9.31
 - Processing A\$ 12.63
 - Administration/Overheads A\$ 6.17

**Fleet Facility**

- Facility Limit US \$ 31 Million
- Equipment serves as security, no recourse to balance sheet or any guarantees provided
- Interest rate 3 month Libor + 1.25% (Margin)
- Line Fee 1.5%
- Draw Down as at 30 Dec 2007 U\$ 13.8 Million (Fleet 1 and 2 - 100%)
- Facility expire date 30 June 2013



Questions

www.harmony.co.za



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